

# **FISCAL NOTE**

## **HB 2466 - SB 2810**

February 6, 2002

**SUMMARY OF BILL:** Authorizes local governments to adjust the calculation of the certified tax rate to account for the rate of local government cost inflation as determined by the state board of equalization, net of any tax rate increases by the county or municipality since the last reappraisal.

### **ESTIMATED FISCAL IMPACT:**

**Increase Local Govt. Revenues - Exceeds \$10,000,000 / Permissive**

Estimate assumes:

- provisions would impact approximately half of the 25 smaller counties undergoing reappraisal in any given year.
- other counties undergoing reappraisal would have enacted property tax increases in the absence of the bill and not qualify for the inflation adjustment.
- to the extent local governments choose to adjust certified tax rates for inflation they will experience an increase in county taxes estimated to be about \$7,000,000 annually and an increase in city taxes equal to half the amount of increase for counties.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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